

Resolution No.: 18-140
Introduced: April 28, 2015
Adopted: May 14, 2015

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

Lead Sponsor: Council President at the request of the County Executive

SUBJECT: Supplemental Appropriation #15- 381 to the FY15 Operating Budget
Montgomery County Government
Office of Human Resources
Employee Health Benefit Self Insurance Fund \$5,744,546

Background

1. Section 307 of the Montgomery County Charter provides that any supplemental appropriation shall be recommended by the County Executive who shall specify the source of funds to finance it. The Council shall hold a public hearing on each proposed supplemental appropriation after at least one week's notice. A supplemental appropriation that would comply with, avail the County of, or put into effect a grant or a Federal, State or County law or regulation, or one that is approved after January 1 of any fiscal year, requires an affirmative vote of five Councilmembers. A supplemental appropriation for any other purpose that is approved before January 1 of any fiscal year requires an affirmative vote of six Councilmembers. The Council may, in a single action, approve more than one supplemental appropriation. The Executive may disapprove or reduce a supplemental appropriation, and the Council may reapprove the appropriation, as if it were an item in the annual budget.
2. The County Executive has requested the following FY15 Operating Budget appropriation increases for the Office of Human Resources:

<u>Personnel Services</u>	<u>Operating Expenses</u>	<u>Capital Outlay</u>	<u>Total</u>	<u>Source of Funds</u>
\$136,819	\$5,607,727	\$0	\$5,744,546	Employee Health Benefit Self Insurance Fund

3. This increase is needed because actual expenses for health insurance claims and administration are higher than the original appropriation. Increased expenses are primarily due to prescription drug claims. This supplemental appropriation assumes using the projected ending reserve in the Health Benefit Self Insurance Fund included in the FY16 recommended operating budget.
4. The County Executive recommends a supplemental appropriation to the FY15 Operating Budget in the amount of \$5,744,546 for Employee Health Benefit Self Insurance Fund and specifies that the source of funds is the Employee Health Benefit Self Insurance Fund reserve.
5. Notice of public hearing was given, and a public hearing was held.

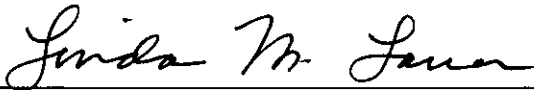
Action

The County Council for Montgomery County, Maryland, approves the following action:

A supplemental appropriation to the FY15 Operating Budget of the Office of Human Resources is approved as follows:

<u>Personnel Services</u>	<u>Operating Expenses</u>	<u>Capital Outlay</u>	<u>Total</u>	<u>Source of Funds</u>
\$136,819	\$5,607,727	\$0	\$5,744,546	Employee Health Benefit Self Insurance Fund

This is a correct copy of Council action.



Linda M. Lauer, Clerk of the Council